

Donna Butler had a casualty loss of \$30,000 when her home was completely destroyed by a tornado in 2005. Her area was included on the list of counties declared a disaster area by the President. She had no insurance.

Donna has elected to deduct her casualty loss on her 2004 return. Her 2004 AGI was \$35,000, so after applying the \$100 Rule and 10% Rule, her deduction came to \$26,400.

*Note that if Donna's home had been destroyed by Hurricane Katrina, the deductible casualty loss would have been the full \$30,000.*

10	Casualty or theft loss. Add the amounts on line 9 in columns A through D . . . . .	10		
11	Enter the <b>smaller</b> of line 10 or \$100. But if the loss arose in the Hurricane Katrina disaster area after August 24, 2005; Hurricane Rita disaster area after September 22, 2005; or Hurricane Wilma disaster area after October 22, 2005, and was caused by that particular hurricane, enter -0- . . . . .	11		
12	Subtract line 11 from line 10 . . . . .	12		
<b>Caution:</b> Use only one Form 4684 for lines 13 through 21.		13		
13	Add the amounts on line 12 of all Forms 4684 . . . . .	13		
14	Add the amounts on line 4 of all Forms 4684 . . . . .	14		
15	<ul style="list-style-type: none"> <li>• If line 14 is <b>more</b> than line 13, enter the difference here and on Schedule D. <b>Do not</b> complete the rest of this section (see instructions).</li> <li>• If line 14 is <b>less</b> than line 13, enter -0- here and go to line 16.</li> <li>• If line 14 is <b>equal</b> to line 13, enter -0- here. <b>Do not</b> complete the rest of this section.</li> </ul>	15		
16	If line 14 is <b>less</b> than line 13, enter the difference . . . . .	16		
17	Add the amounts on line 12 of all Forms 4684 on which you entered -0- on line 11. . . . .	17		
18	Is line 17 less than line 16? <input type="checkbox"/> <b>No.</b> Stop. Enter the amount from line 16 on Schedule A (Form 1040), line 19. Estates and trusts, enter the amount from line 16 on the "Other deductions" line of your tax return. <input type="checkbox"/> <b>Yes.</b> Subtract line 17 from line 16.	18		
19	Enter 10% of your adjusted gross income from Form 1040, line 38. Estates and trusts, see instructions . . .	19		
20	Subtract line 19 from line 18. If zero or less, enter -0- . . . . .	20		
21	Add lines 17 and 20. Also enter the result on Schedule A (Form 1040), line 19. Estates and trusts, enter the result on the "Other deductions" line of your tax return . . . . .	21		